

COMMONWEALTH OF MASSACHUSETTS
DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

KEYSPAN ENERGY DELIVERY NEW ENGLAND
RESPONSE TO
ATTORNEY GENERAL'S FIRST SET OF INFORMATION REQUESTS

D.T.E. 06-54

Respondent: Nancy G. Culliford

Date: September 12, 2006

Information Request AG-1-16

- Q. State whether the Company's capacity manager will optimize the surplus identified in the Company's response to AG 1-15. Please explain.**
- A. The Agreement for Natural Gas Asset Optimization Services that was approved by the Department in KeySpan Energy Delivery New England, D.T.E. 06-9 defines the Assets to be managed pursuant to that agreement as "the Gas commodity, transportation and storage assets of the KeySpan Utilities identified in appendix 1 hereto, as may be amended by KeySpan Utilities from time to time during the Term." Once the capacity from the Algonquin G-lateral expansion project is available and in-service, Appendix 1 of the Asset Optimization Agreement would be amended so that the transportation contract is an "Asset" available for optimization under the Agreement.